

**BEFORE THE PUBLIC UTILITIES COMMISSION  
OF THE STATE OF CALIFORNIA**



**FILED**

02-08-08  
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Order Instituting Investigation to Consider Policies to Achieve the Commission's Objectives for Water Conservation	Investigation 07-01-022 (Filed January 11, 2007)
In the Matter of the Application of Golden State Water Company (U133 E) for Authority to Implement Changes in Ratesetting Mechanisms and Reallocation of Rates.	Application 06-09-006 (Filed September 6, 2006)
Application of California Water Service Company (U60W), a California Corporation, requesting an order from the California Public Utilities Commission Authorizing Applicant to Establish a Water Revenue Balancing Account, a Conservation Memorandum Account, and Implement Increasing Block Rates.	Application 06-10-026 (Filed October 23, 2006)
Application of Park Water Company (U314W) for Authority to Implement a Water Revenue Adjustment Mechanism, Increasing Block Rate Design and a Conservation Memorandum Account.	Application 06-11-009 (Filed November 20, 2006)
Application of Suburban Water Systems (U339W) for Authorization to Implement a Low Income Assistance Program, an Increasing Block Rate Design, and a Water Revenue Adjustment Mechanism.	Application 06-11-010 (Filed November 22, 2006)
Application of San Jose Water Company (U168W) for an Order Approving its Proposal to Implement the Objectives of the Water Action Plan.	Application 07-03-019 (Filed March 19, 2007)

**SUBURBAN WATER SYSTEMS NOTICE OF EX PARTE MEETING WITH  
COMMISSIONER ADVISOR**

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Suburban Water Systems

Dated: February 8, 2008

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**SUBURBAN WATER SYSTEMS NOTICE OF EX PARTE MEETING WITH  
COMMISSIONER ADVISOR**

Pursuant to Article 8 of the Rules of Practice and Procedure of the California Public Utilities Commission ("Commission"), Suburban Water Systems ("Suburban") hereby files this notice of an ex parte meeting with Timothy Sullivan, advisor to Commissioner Simon. The meeting took place on February 5, 2008 at 10:50 a.m. at the California Public Utilities Commission, 505 Van Ness Avenue, San Francisco, CA 94102. In attendance were Mr. Sullivan and Michael Quinn, President, Suburban, Robert Kelly, Vice President Regulatory Affairs, Suburban, and Sarah E. Leeper,<sup>1</sup> counsel, Manatt, Phelps & Phillips. The meeting lasted on half

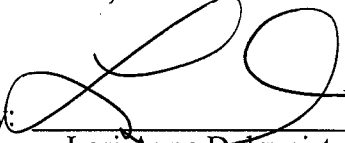
<sup>1</sup> Ms. Leeper attended the meeting in place of Lori Anne Dolqueist, Suburban's counsel of record for this

hour and consisted of the oral and written communications discussed below.

Suburban discussed the January 15, 2008 Proposed Decision in the above-referenced proceeding. Messrs. Quinn and Kelly expressed support for the decision, in particular its approval of the settlement agreements entered into by Suburban. Suburban noted, however, that it did not agree with the Proposed Decision's rejection of Suburban's request to recover its costs for participating in the proceeding. Messrs. Quinn and Kelly explained that Suburban had incurred over \$200,000 in expenses so far. Mr. Kelly explained that the expenses are not already included in current rates, that recovery of the expenses would not constitute retroactive ratemaking, and noted that recovery of these expenses is consistent with Commission policy and precedent. Mr. Kelly also observed that adopting the Proposed Decision's disallowance of these expenses would mean that Suburban would have no opportunity to recover expenses that it was ordered by the Commission to incur. Mr. Kelly also provided a copy of *Suburban Water Systems Comments on the Proposed Decision of Administrative Law Judge Grau*, filed with the Commission on February 4, 2008, and a copy of a timeline for its expenses, which was included as Exhibit A to the *Comments*. Suburban argued that the Commission should modify the Proposed Decision to allow Suburban to recover the expenses it incurs associated with this proceeding.

Dated: February 8, 2008

MANATT, PHELPS & PHILLIPS, LLP

By:   
Lori Anne Dolqueist

*Attorneys for Applicant*  
Suburban Water Systems

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proceeding. Ms. Dolqueist was unable to attend due to jury duty. Ms. Leeper's representation of Suburban in this proceeding is confined to the above-discussed meeting and an ex parte meeting with Hazlyn Fortune, advisor to Commissioner Grueneich (separately noticed).

**PROOF OF SERVICE**

I, Cinthia A. Velez, declare as follows:

I am employed in the City and County of San Francisco, California. I am over the age of eighteen years and not a party to this action. My business address is STEEFEL, LEVITT & WEISS, One Embarcadero Center, 30th Floor, San Francisco, California 94111-3719. On February 8, 2008, I served the within:

***Suburban Water Systems Notice of Ex Parte Meeting with Commissioner Advisor***

on the interested parties in this action addressed as follows:

***See attached service list***

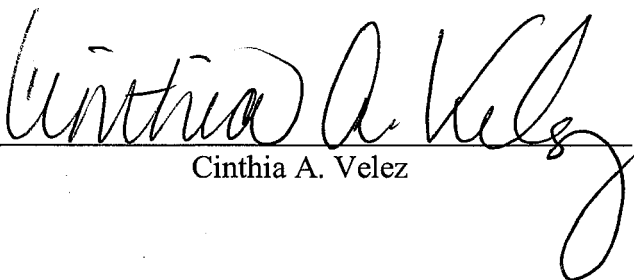


**(BY PUC E-MAIL SERVICE)** By transmitting such document(s) electronically from Steefel, Levitt & Weiss, San Francisco, California, to the electronic mail addresses listed above. I am readily familiar with the practices of Steefel, Levitt & Weiss for transmitting documents by electronic mail, said practice being that in the ordinary course of business, such electronic mail is transmitted immediately after such document has been tendered for filing. Said practice also complies with Rule 1.1 of the Public Utilities Commission of the State of California and all protocols described therein.



**(BY MAIL)** By placing such document(s) in a sealed envelope, with postage thereon fully prepaid for first class mail, for collection and mailing at Steefel, Levitt & Weiss, San Francisco, California following ordinary business practice. I am readily familiar with the practice at Steefel, Levitt & Weiss for collection and processing of correspondence for mailing with the United States Postal Service, said practice being that in the ordinary course of business, correspondence is deposited in the United States Postal Service the same day as it is placed for collection.

I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct and that this declaration was executed on February 8, 2008, at San Francisco, California.

  
Cinthia A. Velez

## SERVICE LIST

I.07-01-022; A.06-09-006; A.06-10-026; A.06-11-009; A.06-11-010; A.07-03-019

(Last changed: January 25, 2008)

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